

November 2023



**Report to Stakeholders
from the CEO**



North Shore Power Group is a municipal green energy company headquartered in Blind River, Ontario, on Lake Huron's North Channel.

Welcome to the latest NSPG Stakeholder Update. Today's presentation follows our Update of September 2022. Since that date, our Dec. 31, 2022 audited Financial Statements have been finalized and can be viewed at our web site: www.northshorepowergroup.com

2022 in Review

Net Income for 2022 was \$2,020,323 versus 2021 net income of \$1,637,925. That figure is a new high mark in NSPG's financial history.

During 2022 NSPG made prepayments of \$6.1 million to the Town on the debt due in 2037.

Our total long term debt at yearend was reduced from \$25,456,726 to \$20,060,931. For details, please see Note 10 in our audited financial statements.

2023 Operational Comments

NSPG was awarded 3.4 mW of new contracts during 2023 to operate and maintain third-party owned solar projects around our region. We now have 141 solar projects under management.

This contract revenue significantly augments our power sales and leasing revenues.

In addition we earn revenues from our loan to Omni Conversion Technologies Inc. Total interest received from Omni in 2023 to date is \$2,649,940.03.

2023 to Date

Loan pre-payments made to the Town of Blind River during 2023 have further reduced the current principal value of our loan.

On March 1st, 2023, NSPG paid its regular annual loan instalment to the Town of Blind River of \$1,115,324.

During 2023, NSPG also pre-paid a total amount of \$2.4 million on the principal which is due on April 1, 2037.

At NSPG, we are very proud of what we have accomplished.

We will continue to pursue the ongoing success and profitability of our community power company.